LMP

Logistics Modernization Program

CSC PROPRIETARY NOTICE

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LEVEL I AWARENESS

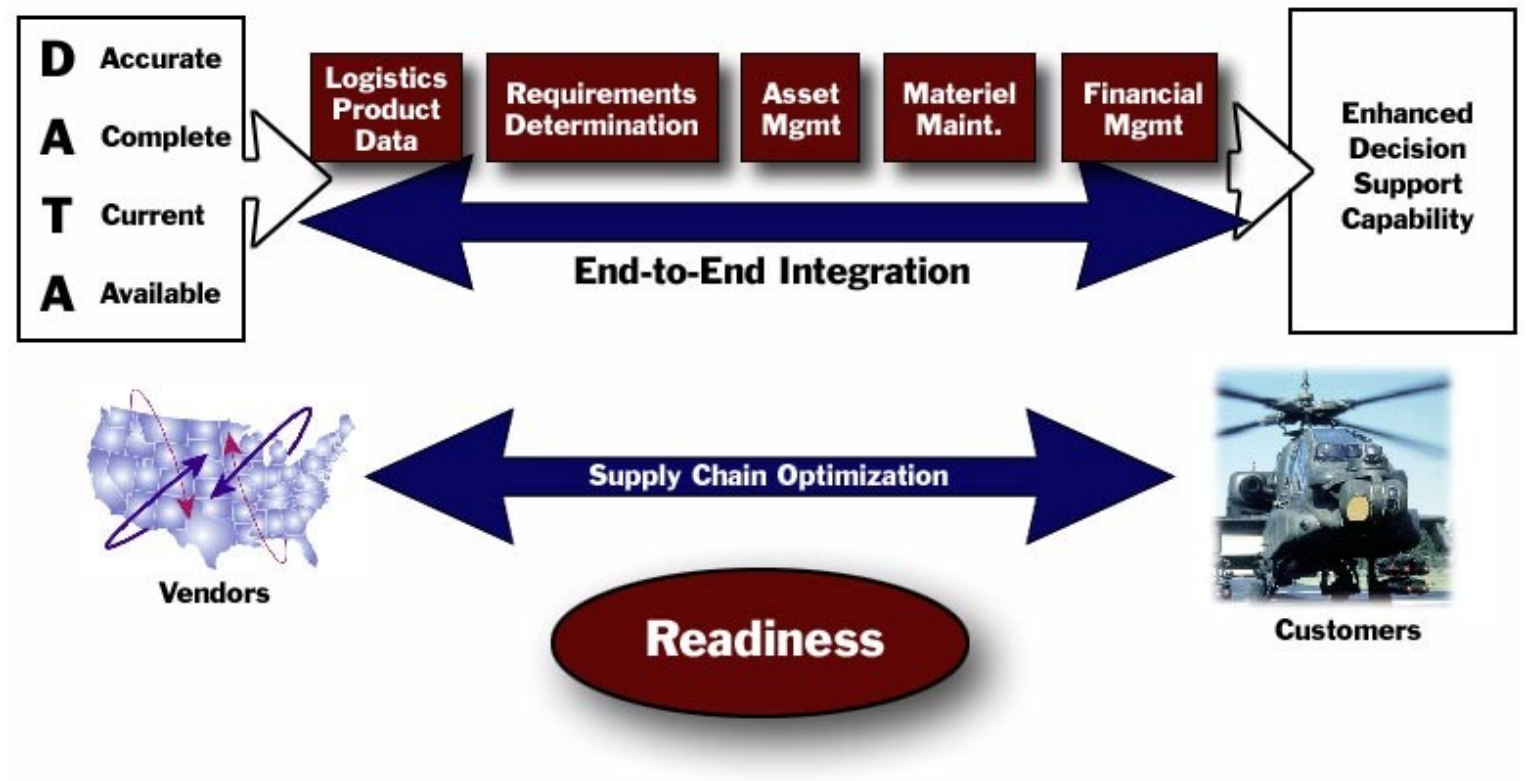
Financial Management

CSC Proprietary Data

COURSE OBJECTIVES

1. Identify the benefits of total integration of Financial Management with Logistic Business Events
2. Start to create a common, consistent Financial Management voca

Outcomes Of LMP —What We Want Is…



MODERNIZED ENVIRONMENT

Technology

- Real Time Processing
- Client Server Based
- Relational Database Structure
- State of the Art Technology
- Total AWCF Integration

Financial User

- Information Readily Available
- Real-Time Processing
- Robust Edits
- On-Line Reporting
- Integrated Planning, Programming, and Budgeting
- Integrated Analysis matching Plan to Actual

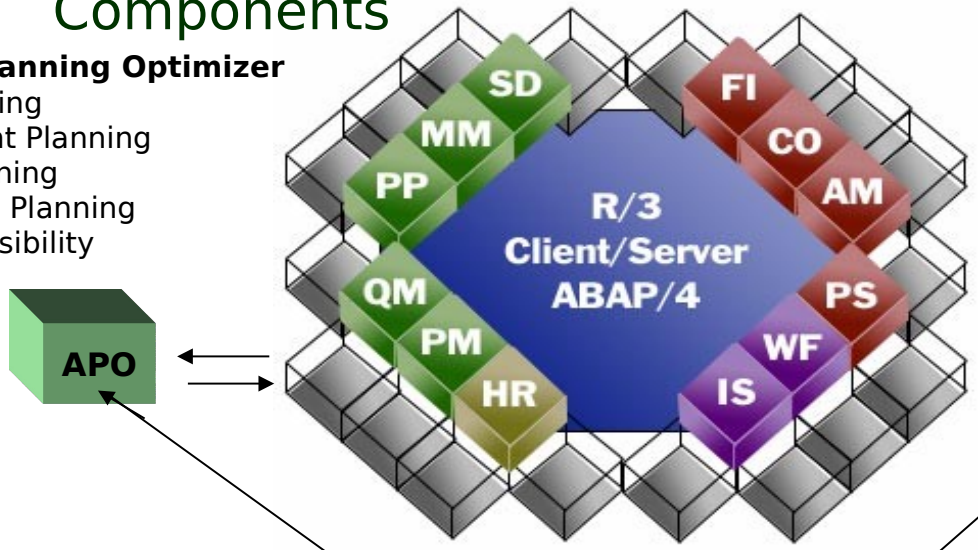
LMP Financial Management Services

- Establish General Ledger Master Accounts
- Establish Funds Controls
- Provide Statutory, Regulatory, & Managerial Financial Reports
- Provide Capability to Perform Cost Accounting
- Financial Recording of Fiduciary Transactions
- Formulate Prices
- Create Standard Budgetary Processes

LMP Service Solution

Planning and Budget Formulation Components

Advanced Planning Optimizer
- Sales Planning
- Procurement Planning
- Repair Planning
- Distribution Planning
- Materials visibility



Business Warehouse
- Stores Transactional data
- Generates Reports
- Generates Budget Exhibits
- Generates Budget Forms

Strategic Enterprise Management
- Budget formulation
- Pricing and Credit Formulation
- Surcharge calculation
- Material Requirements dollarization

SEM

LMP

FINANCIAL ACCOUNTING

Financial Sub-Components

FI-Finance

- **GL - General Ledger**
- **SL - Special Purpose Ledger**
- **AP - Accounts Payable**
- **AR - Accounts Receivable**
- **FM - Funds Management**

CO - Controlling

- **CCA - Cost Centers**
- **PCA - Profit Centers**
- **OPA - Internal Orders**

PS - Project Systems

IS-PS - Public Services Solution

IS-USFED - Federal Solution

IS-A&D - Aerospace and Defense

LMP

CSC Proprietary Data

DFAS Business Description

- **Maintain Accounts**
  - General Ledger
  - Payables
  - Receivables
- **Record Fiduciary Transactions**
  - Obligations
  - Accruals
  - Disbursements & Collections
- **Produce Financial Reports**
  - 1307
  - 218

LMP

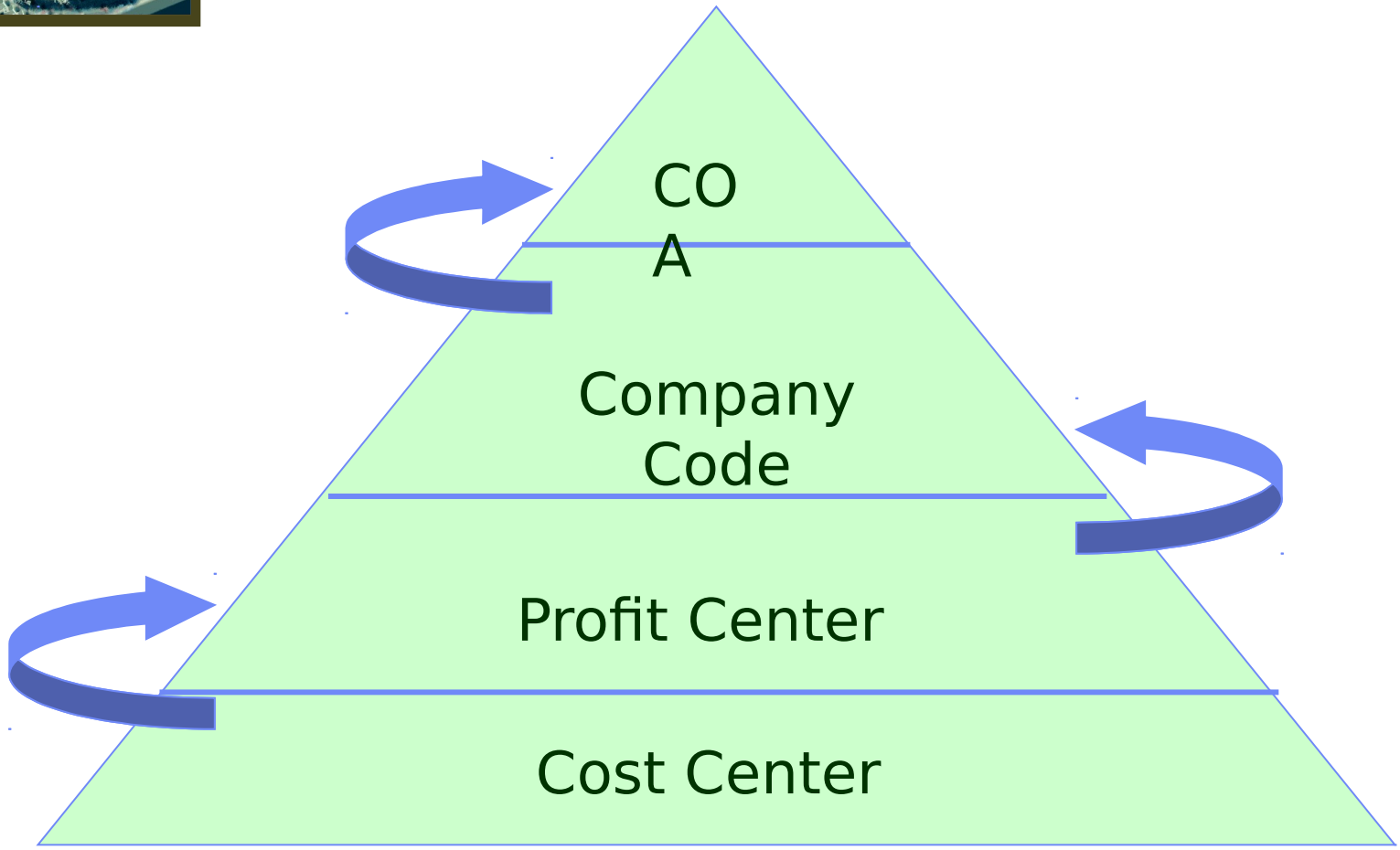
CSC Proprietary Data

MANAGERIAL ACCOUNTING

- Funds Management
  - Accept/Perform Customer Orders/Requisitions (Sales Orders)
  - Authorize Purchase Orders/Purchases
  - Record Commitment Items
- Operations Analysis
  - Report Results
  - Analyze Results

LMP

CONTROLLING



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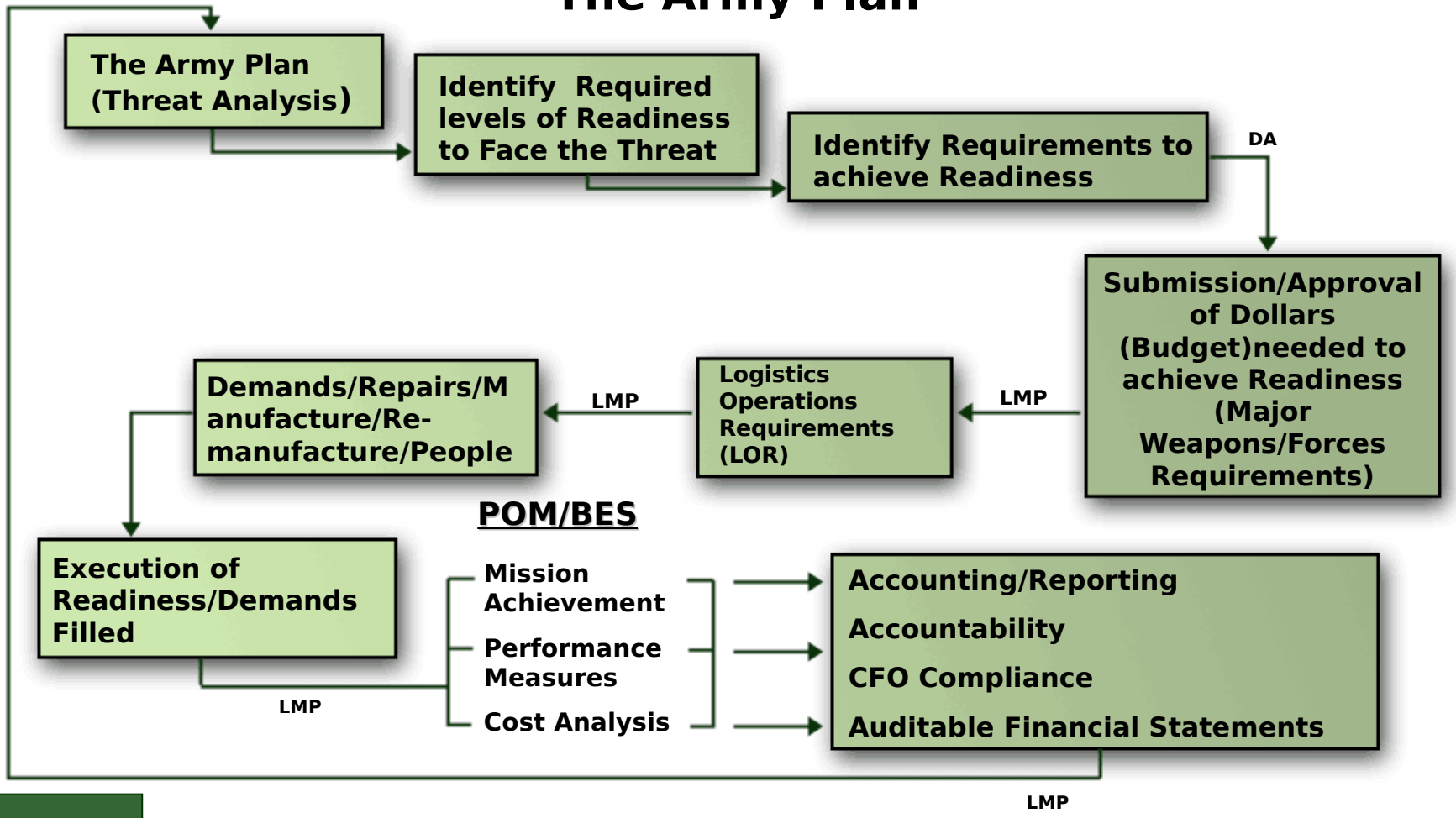
CSC Proprietary
Data

Controlling Module Components

- Cost Center Accounting
  - Cost Center Master Data
  - Cost Center Planning
  - Cost Center Period-End Close
- Profit Center Accounting
  - Product
  - Process
  - Customer
  - Organization

PLANNING, PROGRAM & BUDGET

The Army Plan



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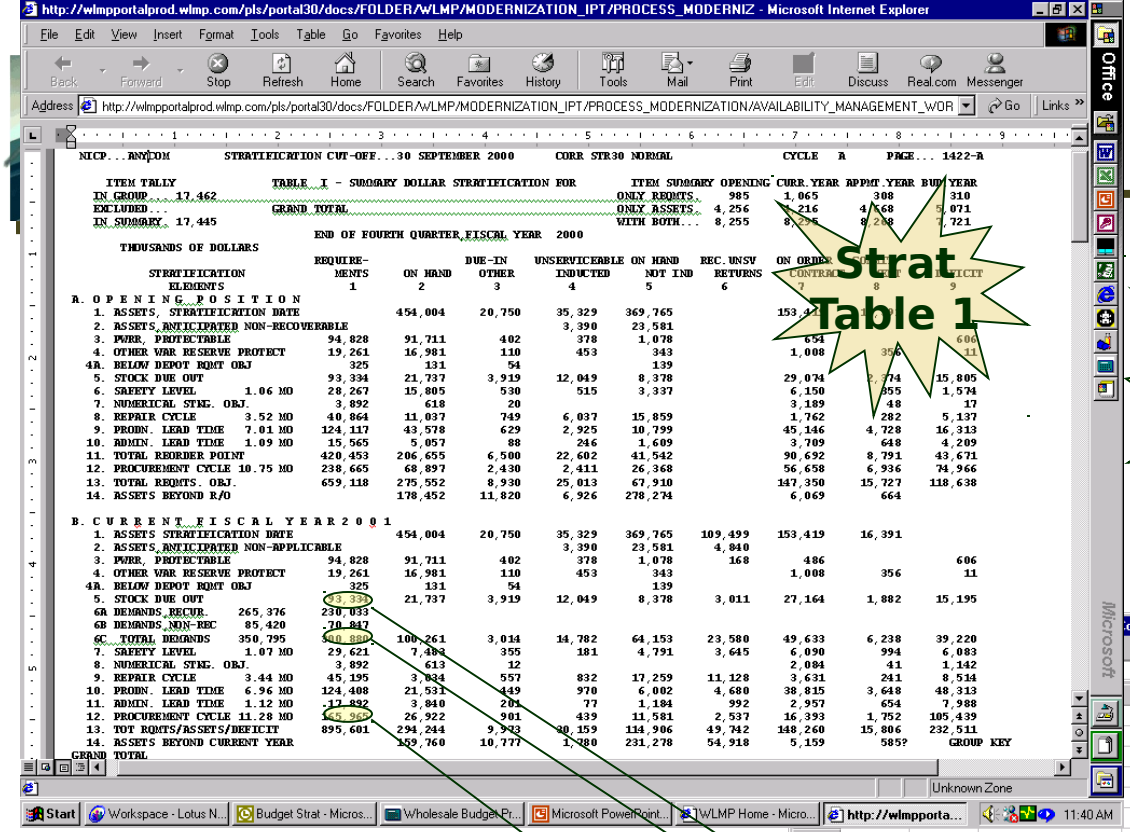
Planning, Program & Budget

- LOGISTICS OPERATIONS REQUIREMENTS (LOR)
  - Program Objectives Memorandum
  - Budget Schedules & Budget Approval Process
    - SMA Pricing and Credit and Supply Control Studies – Budget Stratification
    - DMA Pricing/Planning
    - Ordnance Pricing/Planning (Independent Demands)

Planning, Program, & Budget

- Business Warehouse (BW) generates Budget Forms and Exhibits
- Strategic Enterprise Planning populates/ formulates the numbers submitted in the Forms and Exhibits
- RESULT:
  - FMR Required Fund Forms
    - Fund 1, 1a, 2, 3, 4,19,20,22,25,27 etc.
    - SM-1, SM-2, SM-3a, SM-3b, SM3c, SM-4, SM-5a, SM-5b etc.
  - AMC Required Schedules
    - Schedule 6, Schedule 3, Schedule 4 etc.
    - Narratives/Justifications
    - Obligation Plan/Manpower Plans etc.

LMP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NICP...ANYCOM STRATIFICATION CUT-OFF...30 SEPTEMBER 2000 CORR STR30 NORMAL CYCLE A PAGE... 1422-A
ITEM TALLY TABLE I - SUMMARY DOLLAR STRATIFICATION FOR ITEM SUMMARY OPENING CURR.YEAR APPMT.YEAR BUD YEAR
IN GROUP... 17,462 GRAND TOTAL ONLY REQMTS. 985 1,065 308 310
EXCLUDED... ONLY ASSETS. 4,256 5,216 4,468 5,071
IN SUMMARY 17,445 WITH BOTH... 8,255 8,235 8,238 7,721
END OF FOURTH QUARTER,FISCAL YEAR 2000
THOUSANDS OF DOLLARS
STRATIFICATION ELEMENTS
A. OPENING POSITION
1. ASSETS, STRATIFICATION DATE 454,004 20,750 35,329 369,765 153,42
2. ASSETS,ANTICIPATED NON-RECOVERABLE 3,390 23,581
3. PWRR, PROTECTABLE 94,828 91,711 402 378 1,078 654 606
4. OTHER WAR RESERVE PROTECT 19,261 16,981 110 453 343 1,008 356 11
4A. BELOW DEPOT RQMT OBJ 325 131 54 139
5. STOCK DUE OUT 93,334 21,737 3,919 12,049 8,378 29,074 2,774 15,805
6. SAFETY LEVEL 1.06 MO 28,267 15,805 530 515 3,337 6,150 955 1,574
7. NUMERICAL STKG. OBJ. 3,892 618 20 3,189 48 17
8. REPAIR CYCLE 3.52 MO 40,864 11,037 749 6,037 15,859 1,762 282 5,137
9. PRODN. LEAD TIME 7.01 MO 124,117 43,578 629 2,925 10,799 45,146 4,728 16,313
10. ADMIN. LEAD TIME 1.09 MO 15,565 5,057 88 246 1,609 3,709 648 4,209
11. TOTAL REORDER POINT 420,453 206,655 6,500 22,602 41,542 90,692 8,791 43,671
12. PROCUREMENT CYCLE 10.75 MO 238,665 68,897 2,430 2,411 26,368 56,658 6,936 74,966
13. TOTAL REQMTS. OBJ. 659,118 275,552 8,930 25,013 67,910 147,350 15,727 118,638
14. ASSETS BEYOND R/O 178,452 11,820 6,926 278,274 6,069 664
B. CURRENT FISCAL YEAR 2001
1. ASSETS STRATIFICATION DATE 454,004 20,750 35,329 369,765 109,499 153,419 16,391
2. ASSETS,ANTICIPATED NON-APPLICABLE 3,390 23,581 4,040
3. PWRR, PROTECTABLE 94,828 91,711 402 378 1,078 168 486 606
4. OTHER WAR RESERVE PROTECT 19,261 16,981 110 453 343 1,008 356 11
4A. BELOW DEPOT RQMT OBJ 325 131 54 139
5. STOCK DUE OUT 93,334 21,737 3,919 12,049 8,378 3,011 27,164 1,882 15,195
6A DEMANDS RECUR. 265,376 230,033
6B DEMANDS NON-REC 85,420 70,847
6C TOTAL DEMANDS 350,795 300,880 100,261 3,014 14,782 64,153 23,580 49,633 6,238 39,220
7. SAFETY LEVEL 1.07 MO 29,621 7,403 355 181 4,791 3,645 6,090 994 6,083
8. NUMERICAL STKG. OBJ. 3,892 613 12 2,084 41 1,142
9. REPAIR CYCLE 3.44 MO 45,195 3,034 557 832 17,259 11,128 3,631 241 8,514
10. PRODN. LEAD TIME 6.96 MO 124,408 21,531 449 970 6,002 4,680 38,815 3,648 48,313
11. ADMIN. LEAD TIME 1.12 MO 12,892 3,840 201 77 1,184 992 2,957 654 7,988
12. PROCUREMENT CYCLE 11.28 MO 245,967 26,922 901 439 11,581 2,537 16,393 1,752 105,439
13. TOT RQMTS/ASSETS/DEFICIT 895,601 294,244 9,933 30,159 114,906 49,742 148,260 15,806 232,511
14. ASSETS BEYOND CURRENT YEAR 159,760 10,777 1,780 231,278 54,918 5,159 585? GROUP KEY
GRAND TOTAL
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Budget Strat - Micros...
Wholesale Budget Pr...
Microsoft PowerPoint...
WLMP Home - Micro...
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Strat Table 1

Schedule 3 Program Execution Plan

SM-2 Justification By Division

SM-4 Inventory Status

SM-3a Operating Budget Requirements

SM-3c Mobilization Reqmt

Computer V2.7d - [WBPS_PC2.BWB]

SUPPLY MANAGEMENT, ARMY
TRANSITION FORM STRATIFICATION TO BUDGET
(IN MILLIONS OF DOLLARS)

		GB	GC	GD	GE	GF	GG
7							
8	TOTAL			SUMMARY	DMD/LVL	PROV	ADJ FIN
9	DETAIL			TABLE 1	ADJ	ADJ	RECORDS
10				A	B	C	D
11	1. STOCK DUE OUT			106.928	-31.296	13.075	0.000
12	2. DEMANDS TO DATE OF LAST BUY			666.742	0.600	198.251	0.000
13	3. SAFETY LEVEL			76.155	18.634	0.082	0.000
14	4. NUMERAL STOCKAGE OBJ			0.778	0.000	0.000	0.000
15	5. REPAIR CYCLE			89.118	5.564	53.564	0.000
16	6. ADMIN LEADTIME			51.533	-8.029	2.869	0.000
17	7. PRODUCTION LEADTIME			218.083	-17.542	4.771	0.000
18	8. PROCUREMENT CYCLE			373.929	-1.908	20.0	0.000
19	9. OTHER OBJ			0.000	1.500	34.1	0.000
20	A. INITIAL PROVISIONING			0.000	0.000	22.772	0.000
21	B.			0.000	1.500	0.0	0.000
22	C.			0.000	0.000	0.000	0.000
23	D.			0.000	0.000	11.3	0.000
24	10. ANNUAL OPER REQ			1,583.266	-32.477	0.0	0.000
25							
26	11. GROSS SALES			805.139	-112.917	203.194	0.000
27	12. ENDING PT INV OBJ			778.127	80.440	122.824	0.000
28	13. MOB ACQUISITION PROTECT			375.236	-178.515	178.515	0.000
29	14. TOTAL MATERIEL REQUIRE			1,958.502	-210.992	504.533	0.000
30							
31	15. APPL ASSETS(BOP)			1,296.600	-312.427	439.077	62.361
32	A. POS ASSETS			924.380	-133.923	260.573	0.000
33	B. WAR RES PROT			372.220	-178.504	178.504	0.000
34	C. INTRANSIT & OTHER APPL			0.000	0.000	0.000	62.361

READY 1/15/02 11:25 AM B/) CMD

Schedule 4 Transition Form Strat to Budget

Transition from budget stratification to Supply Management budget formulation

LMP

Planning, Program & Budget

Inventory Pricing & Credit

- INPUTS: Acquisition & Operations Costs, Supply Control Studies & Budget Stratification
- PROCESSES:
  - **Integrated Latest Acquisition Cost/Last Representative Buy Review process with process flow between Budget Analysts and Item Managers**
  - **Integrated Information flow for repairs at Depot, repairs at GS Activities, repairs by Contractors**
  - **Integrated Budget Stratification computations to identify National Need**
- OUTPUTS:
  - **Interface between WLMP and FEDLOG to accommodate efficient information flows to TACTICAL CUSTOMERS**
  - **Archival Storage of Historical Demands, Sales, and Returns, etc. to accommodate planning and analysis**

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CSC Proprietary Data

Planning, Program, & Budget PRICING

Historical Acquisition (MM)

↓

Business Warehouse (BW)

↓

Strategic Enterprise Management (SEM)

→

Report Edit Goto Navigate Extras Settings System Help

SAP

Execute Drilldown Report "Actuals": Drilldown List

Actuals

As of September 17, 2003

LAST ACQUISITION COST REVIEW NAVIGATION

Profit Center													
ANALYST CODE													
Primary FSC	Primary NIIN	Related FSC	Related NIIN	Future NIIN	Prior Budget Cycle Unit of Issue (BES)	Prior Budget Cycle LAC (BES)	Future Budget Cycle Unit of Issue (POM)	% of Change	Future Budget Cycle LAC (POM)	% of Change	Procurement Instrument Item Number	Representative Buy Code Y/N	Justification for Change
2815	000000075	2815	000000075		ea	$ 9,285.93					DAAE702C0001		
5180	000000113	5180	000000113		kt	$ 1,939.98					DAAE702C0386		
2810	000000182	2810	000000182		ea	$ 53.25					DAAE702C0274		
2810	000000182	2810	001303704		ea	$ 63.25					DAAE701C9874		
2920	000000183	2920	000000183		ea	$ 1,042.16					DAAE789C0221		
4910	000013993	4910	000013993		ea	$ 140.90					DAAE702C0320		
5120	000015583	5120	000015583		ea	$ 0.85					INTDOC02C0002		
2510	000016350	2510	000016350		ea	$ 374.75					DAAE701C0400		

- Pricing begins with a retrieval of historical acquisition costs from the Business Warehouse
- Brought into SEM for review and computation of future changes to representative acquisition costs

RESULT: LOCKED LAST ACQUISITION COST PER NSN (ADJUSTED FOR INFLATION)

SEM

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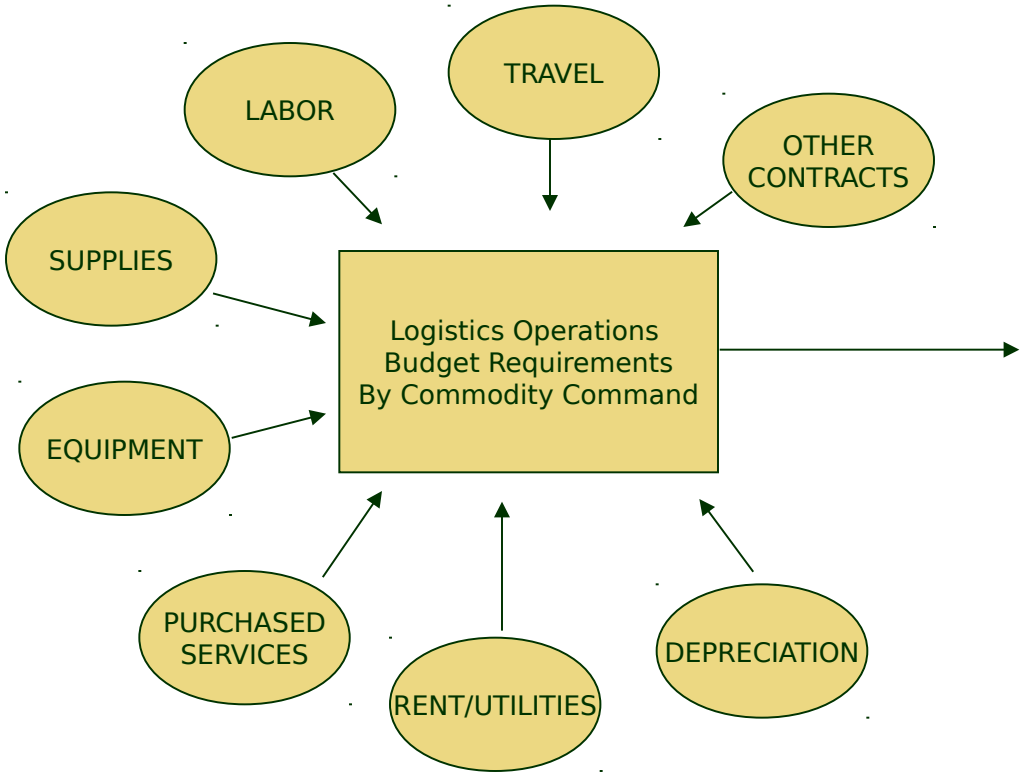
CSC Proprietary Data

Planning, Program, & Budget
PRICING



Added with:

Price Stabilization Factors

Centralized Billings

AOR Recovery

Capital Surcharge

RESULT: TOTAL SURCHARGE COSTS BY COMMODITY COMMAND

SEM

LMP

CSC Proprietary Data

Planning, Program, & Budget
PRICING

SUPPLY CONTROL STUDIES/RDES (APO/MM/COPA)

- What do I have on Hand?
- Where is my On Hand located?
- What do I have on Back-Order?
- What do I need to meet Future Demands?
- Do I procure or repair?
- Do I have a Repair Program?
- How many will be returned?
- Is there a National Need?
- Shall I grant Credit For Returns?

Sales Forecast

Number of Anticipated Sales (at Cost)

- By NSN
- By Commodity Command
- By Budget Year, Budget Year +1, Budget Year +2

SEM

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CSC Proprietary Data

Planning, Program, & Budget
PRICING

SEM

ANTICIPATED SALES AT QUANTITY

MULTIPLIED BY

SEM

LOCKED AND ADJUSTED REPRESENTATIVE ACQUISITION COST

=

TOTAL HARDWARE COST

DIVIDED BY

LOGISTICS OPERATIONS REQUIREMENTS AND OTHER SURCHARGE ELEMENTS

SEM

RESULT: SURCHARGE PERCENTAGE TO APPLY AT NSN

=

STANDARD PRICE TABLE

Approval Process

INTERFACE TO DLIS/FEDLOG

LMP

Planning, Program, & Budget CREDIT

ANTICIPATED REPAIR COST (PS)

COST ANALYSIS (COPA)

Business Warehouse (BW)

Strategic Enterprise Management (SEM)

LMP

Report Edit Goto Navigate Extras Settings System Help

SAP

Execute Drilldown Report "Actuals": Drilldown List

Actuals

As of September 17, 2003

CREDIT REVIEW NAVIGATION

Profit Center

ANALYST CODE

Primary FSC	Primary NIIN	Related FSC	Related NIIN	Future Year Final Recovery Rate	BUY/NO BUY Code Y/N	National Need (Y/N)	Future Budget Cycle Serviceable Credit Value	Future Budget Cycle Average Repair Cost	Unserviceable Credit	% of Change	Repair Program Instrument Item Number	Prior Year FRR	Prior Year Serviceable Credit	Prior Year Unserviceable Credit
2815	000000075	2815	000000075			Y	$ 6,221.57	$ 3,484.08	$ 2,737.49		MIPR000702C048	69%	$ 6,109.58	$ 3,344.72
5180	000000113	5180	000000113			N	$ 1,299.79	$ 727.88	$ 571.91		MIPR000702C049	87%	$ 1,276.39	$ 698.77
2810	000000182	2810	000000182			Y	$ 35.68	$ 19.98	$ -		DAAE0701C0256	92%	$ 35.04	$ 19.18
2810	000000182	2810	001303704			N	$ 42.38	$ 23.73	$ -		MIPR000702C051	97%	$ 41.61	$ 22.78
2920	000000183	2920	000000183			N	$ 698.25	$ 391.02	$ 307.23		MIPR000702C052	97%	$ 685.68	$ 375.38
4910	000013993	4910	000013993			N	$ 94.40	$ 52.87	$ -		INTERNAL07865	78%	$ 92.70	$ 50.75
5120	000015583	5120	000015583			N	$ 0.57	$ 0.32	$ -		MIPR000702C054	38%	$ 0.56	$ 0.31
2510	000016350	2510	000016350			Y	$ 251.08	$ 140.61	$ 110.48		MIPR000702C055	97%	$ 246.56	$ 134.98

RESULT: REVIEW AND VALIDATION OF REPAIR PROGRAM COSTS ADJUSTED FOR INFLATION

COPA

CSC Proprietary Data

Planning, Program, & Budget CREDIT

What's happening in the background?????

COPA

Command Designator: K

ITEM	NIIN 2520-00-000-1234				
Nomenclature	Truck Transmission				
Current AMDF Price		$2,533.42			
LAC/LRB (Inflated)		$2,059.69			
Serviceable Credit Value		$2,059.69			
Final Recovery Rate (FRR)		97%			
			Estimated Repair Quantity	Estimated Repair Cost Per Item	Estimated Total Repair Cost
	GS Repair Program		45	$ 512.00	$23,040.00
	Depot Repair Program		50	$ 823.00	$41,150.00
	Contracted Repair		12	$ 819.00	$ 9,828.00
	Totals		107		$74,018.00
	Weighted Average Repair Cost		$ 691.76		
	Serviceable Credit		$2,059.69		
	Weighted Average Repair Cost * FRR		$ 671.00		
	Serviceable Credit * Wash Out Rate		$ 61.79		
	Unserviceable Credit Value		$ 1,326.90		

*notional data used to prepare this sample

RESULT: CREDIT TABLE BY NSN

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CSC Proprietary Data

Budget and Finance
Capital Investment Program

- Planning for Capital Acquisition Projects initiated in PS
- Budget Formulation and Preparation of Capital Projects prepared in SEM
- Budget Exhibits (9a, 9b, 9c, 9d) generated out of BW

SAP will:

- Produce required DoD Budget Exhibits
- Store Unapproved Plans for Future Review/Approval
- Provide Easy access to Information required to Support Economic Analysis

ACTIVITY GROUP CAPITAL INVESTMENT JUSTIFICATION
SOFTWARE
($ In Thousands)

A. Budget Submission: FY 2002-2004 Budget Estimate Submission

B. Component, Activity Group, Date: Supply Management, Army; 1-Jul-02
C. Line No: 014-9
Item Description: Future Logistics Enterprise (FLE)/Transformation
D. Activity Identification: HQAMC

Element of Cost	FY 02 Quantity	FY 02 Unit Cost	FY 02 Total Cost	FY 03 Quantity	FY 03 Unit Cost	FY 03 Total Cost	FY 04 Quantity	FY 04 Unit Cost	FY 04 Total Cost	FY 05 Quantity	FY 05 Unit Cost	FY 05 Total Cost
Contractor Support				1	484.000	484.000	1	4,530.000	4,530.000	1	5,707.000	5,707.000
TDY				1	36.000	36.000	1	90.000	90.000	1	120.000	120.000
TOTAL				2		520.000	2		4,620.000	2		5,827.000

Narrative Justification:

a. CAPABILITY OF EXISTING EQUIPMENT AND SHORTCOMINGS: The Future Logistics Enterprise (FLE)/Transformation effort involves the design and implementation of a logistics framework that inherently meets the operational requirements of the National Military Strategy and the early 21st Century warfighter. Its tenets include end-to-end distribution, total life cycle systems management, and an integrated knowledge environment. The FLE/Transformation exercises strategic logistics requirements and capabilities are directly tied not only to the warfighting CINC and tactical requirements, but to the Quadrennial Defense Review, as well.

b. ANTICIPATED BENEFITS: Implementation of a Future Logistics Enterprise/Transformation will provide for an environment which supports exchange of data that is intelligent and provides for a means to have interactivity between multiple ERPs in a collaborative fashion. Data will be able to be received and transmitted with minimal use of a middleware or other connection media. Synergy will be realized by linking the multiple developmental efforts of services and defense agencies together. Information exchange in support of secondary items will also be improved with linkage to industry partners in the FLE. Achievement of focused logistics needed to support Army transformation and management of secondary items as part of recapitalization will be achieved. Inefficiencies and process disconnects in areas such as reimbursable and intersystem work will also be eliminated. These estimates are preliminary and will require adjustment after an interoperability study is performed in FY03. Any hardware, software, and communications costs that may be required by the FLE are not included in these costs. Many efforts pose additional complexity due to the aggregate of ERPs they are currently using. Funding beyond FY05 will be needed for test, evaluation, and implementation. As Air Force, Marine Corps, and industry plans materialize in the FLE, the Army program will require adjustment to provide additional integration. (5% ORD, 35% DM, and 60% SMA)

c. IMPACT WITHOUT PROPOSED CAPITAL INVESTMENT: AMC and Army will not realize the synergy of actualizing more efficient processes of having a collaborative environment through a co-evolution process. Achievement of information superiority and support to such efforts as condition based maintenance will not be achieved. Reduced numbers of logistical and financial transactions will also not be realized.

d. ECONOMIC ANALYSIS PERFORMED? DoD Directed Initiative. Initial Cost Comparison was provided.

ECONOMIC INDICATORS:
Total Cost of the Project: $10,967 | Net Present Value of Benefits: N/A | Benefit to Investment Ratio: N/A | Payback Period: N/A

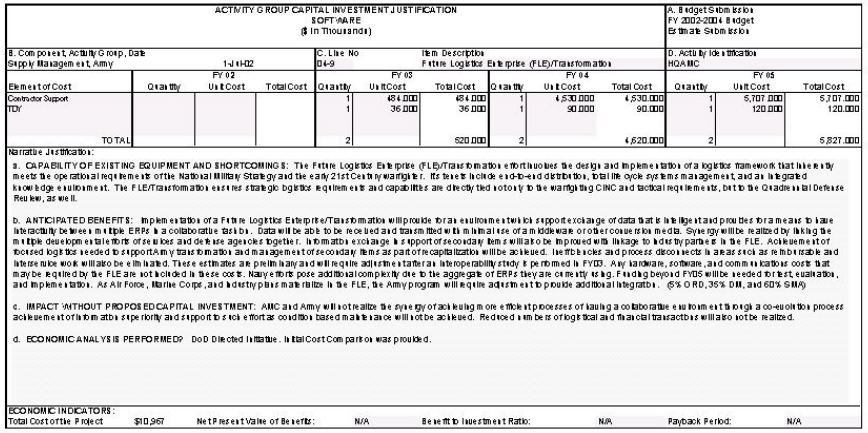
65. Exhibit Fund-9b Activity Group Capital Investment Justification

LMP

CSC Proprietary Data

Budget and Finance
Capital Investment Program

- Execution Analysis through COPA
- Tracking of Capital Investment Costs against WBS
- Interface with Defense Property Accountability System (DPAS) After placing into production



ACTIVITY GROUP CAPITAL INVESTMENT JUSTIFICATION
SOFTWARE
($ In Thousands)

A. Budget Submission: FY 2003-2004 Budget Estimate Submission

B. Component, Activity Group, Date: Supply Management, Army; 1-Jul-02

C. Line No: D4-9; Item Description: Future Logistics Enterprise (FLE)/Transformation

D. Activity Identification: HQAMC

Element of Cost	FY 02 Quantity	FY 02 Unit Cost	FY 02 Total Cost	FY 03 Quantity	FY 03 Unit Cost	FY 03 Total Cost	FY 04 Quantity	FY 04 Unit Cost	FY 04 Total Cost	FY 05 Quantity	FY 05 Unit Cost	FY 05 Total Cost
Contractor Support				1	484.000	484.000	1	4,530.000	4,530.000	1	5,707.000	5,707.000
TDY				1	36.000	36.000	1	90.000	90.000	1	120.000	120.000
TOTAL				2		520.000	2		4,620.000	2		5,827.000

Narrative Justification:

a. CAPABILITY OF EXISTING EQUIPMENT AND SHORTCOMINGS: The Future Logistics Enterprise (FLE)/Transformation effort involves the design and implementation of a logistics framework that inherently meets the operational requirements of the National Military Strategy and the early 21st Century warfighter. Its tenets include end-to-end distribution, total life cycle systems management, and an integrated knowledge environment. The FLE/Transformation ensures strategic logistics requirements and capabilities are directly tied not only to the warfighting CINC and tactical requirements, but to the Quadrennial Defense Review, as well.

b. ANTICIPATED BENEFITS: Implementation of a Future Logistics Enterprise/Transformation will provide for an environment which supports exchange of data that is intelligent and provides for a means to have interactivity between multiple ERPs in a collaborative fashion. Data will be able to be received and transmitted with minimal use of a middleware or other connection media. Synergy will be realized by linking the multiple development activities of services and defense agencies together. Information exchange in support of secondary items will also be improved with linkage to industry partners in the FLE. Achievement of focused logistics needed to support Army transformation and management of secondary items as part of recapitalization will be achieved. Inefficiencies and process disconnects in areas such as reliability and interoperability will also be eliminated. These estimates are preliminary and will require adjustment after an interoperability study is performed in FY03. Any hardware, software, and communications costs that may be required by the FLE are not included in these costs. Many efforts pose additional complexity due to the aggregate of ERPs they are currently using. Funding beyond FY05 will be needed for test, examination, and implementation. As Air Force, Marine Corps, and industry plans mature in the FLE, the Army program will require adjustment to provide additional integration. (5% ORD, 35% DM, and 60% SMA)

c. IMPACT WITHOUT PROPOSED CAPITAL INVESTMENT: AMC and Army will not realize the synergy of achieving more efficient processes of having a collaborative environment through a co-evolution process. Achievement of information superiority and support to such effort as condition based maintenance will not be achieved. Reduced numbers of logistical and financial transactions will also not be realized.

d. ECONOMIC ANALYSIS PERFORMED? DoD Directed Initiative. Initial Cost Comparison was provided.

ECONOMIC INDICATORS:
Total Cost of the Project: $10,967; Net Present Value of Benefits: N/A; Benefit to Investment Ratio: N/A; Payback Period: N/A

65. Exhibit Fund-9b Activity Group Capital Investment Justification

SAP will:

- Schedule planned depreciation
- Provide Integrated posting of depreciation expense
- Assist in Tracking of ROI

LMP

CSC Proprietary Data

LMP

Logistics Modernization Program

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LEVEL I AWARENESS

Budget and Finance

Thank You!

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